BALLOT PROPOSITION #302 Legislative Salary Proposal

FISCAL ANALYSIS

Description

The Commission on Salaries for Elective State Officers recommends that the annual salaries of legislators be increased to \$36,000 effective January 1, 2007, subject to approval by the electors at the next regular general election.

Estimated Impact

Proposition 302 would increase State General Fund expenditures by \$631,000 in FY 2007, and by \$1,261,900 annually beginning in FY 2008.

Analysis

Proposition 302 would raise the annual salaries of the 90 legislators, including 60 Representatives and 30 Senators, from \$24,000 to \$36,000. This would raise their collective annual salaries from \$2,160,000 to \$3,240,000, for an annual increase of \$1,080,000.

The marginal Employee Related Expenditures rate is 16.84%. This would increase the annual Employee Related Expenditures by \$181,900.

The increase in salaries would be effective January 1, 2007, if approved by the electors at the next regular general election.

Local Government Impact

None

7/24/06

This estimate was prepared by Bob Hull (602-926-5491).